

OTHER NON-PENSION FUNDS
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2008

	September-08					Current FYTD		Prior Year FY08		3 Years Ended	5 Years Ended
	Allocation		Quarter			Returns		Returns		6/30/2008	6/30/2008
	Market Value	Actual	Policy	Gross	Net	Gross	Net	Gross	Net	Net	Net
PERS RETIREE HEALTH CREDIT FUND											
Large Cap Domestic Equity											
State Street Enhanced Equity Plus (1)	13,415,832	36.1%	35.0%	-11.59%	-11.63%	-11.59%	-11.63%	-18.05%	-18.23%	2.83%	6.53%
S&P 500				-8.37%	-8.37%	-8.37%	-8.37%	-13.12%	-13.12%	4.41%	7.59%
Small Cap Domestic Equity											
State Street Small Cap Index Plus (2)	5,677,721	15.3%	15.0%	-3.21%	-3.26%	-3.21%	-3.26%	-22.71%	-22.87%	0.81%	8.35%
Russell Special Small Cap Index				-10.28%	-10.28%	-10.28%	-10.28%	-11.57%	-11.57%	6.65%	12.14%
TOTAL DOMESTIC EQUITY	19,093,553	51.3%	50.0%	-9.09%	-9.14%	-9.09%	-9.14%	-19.43%	-19.61%	2.26%	7.11%
Russell 3000				-8.73%	-8.73%	-8.73%	-8.73%	-12.69%	-12.69%	4.73%	8.11%
International Equity											
State Street International Alpha (3)	5,641,835	15.2%	15.0%	-21.81%	-21.86%	-21.81%	-21.86%	-12.85%	-13.04%	11.94%	16.03%
MSCI EAFE				-20.56%	-20.56%	-20.56%	-20.56%	-10.61%	-10.61%	12.87%	16.69%
Domestic Fixed Income											
State Street Passive Bond Market CTF (4)	12,411,846	33.4%	35.0%	-0.31%	-0.36%	-0.31%	-0.36%	-6.92%	-7.11%	-1.06%	0.72%
Lehman Aggregate				-0.49%	-0.49%	-0.49%	-0.49%	7.12%	7.12%	4.09%	3.86%
Cash											
Northern Trust STIF	41,630	0.1%	0.0%	0.63%	0.63%	0.63%	0.63%	3.63%	3.63%	4.27%	3.18%
90 Day T-Bills				0.63%	0.63%	0.63%	0.63%	3.63%	3.63%	4.27%	3.18%
TOTAL PERS RETIREE HEALTH	37,188,864	100.0%	100.0%	-7.97%	-8.01%	-7.97%	-8.01%	-14.00%	-14.18%	2.78%	6.35%
POLICY TARGET BENCHMARK				-7.82%	-7.82%	-7.82%	-7.82%	-5.54%	-5.54%	6.07%	8.45%
PERS GROUP INSURANCE											
Cash Equivalents											
Bank of ND	4,439,196	100.0%	100.0%	0.48%	0.48%	0.48%	0.48%	3.43%	3.43%	4.10%	3.38%
90 Day T-Bill				0.63%	0.63%	0.63%	0.63%	3.63%	3.63%	4.27%	3.18%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to August 31, 2006, invested in S&P 500 Index Fund.

(2) Prior to August 31, 2006, invested in Russell Small Cap Completeness Fund.

(3) Prior to August 31, 2006, invested in EAFE Index Fund.